NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

PAID UP OIL AND GAS LEASE

(No Surface Use)

THIS LEASE AGREEMENT is made this	13th day of	Tine.	, 2008,	by and between
Maria De Jesus Radria	is and Co	use Refugio	Polricus 2	•
Drieg Act 1/	ace and sp	ect, Fort Worth	Two 711	# as Lessor,
and DALE PROPERTY SERVICES, L.I., G., 210	ii Koss Aveniie. Suite 107	u Danas iekas (paul, asi	-69966. Wil branton bornana o	f this lease were prepared by the party
hereinabove named as Lessee, but all other provi 1. In consideration of a cash bonus in hi	sions (including the comple	tion of blank spaces) were pr	enared iointly by Lessor and L	.essee.
described land, hereinafter called leased premise		ta (letelit Gontained, Lessor	more by granta, route	
sz.d		u k		14
OUT OF THE Surrise F	OR LESS, BEING LO	DT(S)	ACCITION AND	BLOCK 4
OUT OF THE JUNISE F	TADDANIT	COLINTY TEVAS A	ADDITION, AN	ADDITION TO THE CITY OF CERTAIN PLAT RECORDED
IN VOLUME 388-6 P	AGE LARRANT	OF THE PLAT	RECORDS OF TARRA	INT COUNTY, TEXAS.
in the County of Tarrant, State of TEXAS, con	taining . 184	gross acres, more or less (in	cluding any interests therein	which Lessor may hereafter acquire by
		eloning, producing and mark	eting oil and gas, along with	all hydrocarbon and non hydrocarbon
substances produced in association therewith commercial gases, as well as hydrocarbon gase	 In addition to the above 	-described leased premises,	this lease also covers accret	ions and any small strips or parcets of
land now or hereafter owned by Lessor which ar Lessor agrees to execute at Lessee's request any	e contiguous or adiacent to	the above-described leased	premises, and, in considerat	ion of the aforementioned cash bonus,
of determining the amount of any shut-in royalties	hereunder, the number of	gross acres above specified s	shall be deemed correct, whel	her actually more or less.
2. This lease, which is a "paid-up" lease re	auirina no reotals, shall be	in force for a primary term of	Five 5)years from the date hereof, and for
as long thereafter as oil or gas or other substance	es covered hereby are prod	luced in paying quantities from	n the leased premises or from	lands pooled therewith or this lease is
otherwise maintained in effect pursuant to the pro 3. Royalties on oil, gas and other substan	ces produced and saved he	ereunder shall be paid by Le	ssee to Lessor as follows: (a) For oil and other liquid hydrocarbons
separated at Lessee's separator facilities, the ro	valty shall be	Ktu-Live, (c	%) of such production	, to be delivered at Lessee's option to
Lessor at the wellhead or to Lessor's credit at the the wellhead market price then prevailing in the	same field (or if there is n	o such price then prevailing	in the same field, then in the	nearest field in which there is such a
prevailing price) for production of similar grade	and gravity; (b) for gas	(including casing head gas	 and all other substances sale thereof less a proport 	covered hereby, the royally shall be ionate part of ad valorem taxes and
production, severance, or other excise taxes and	the costs incurred by Less	see in delivering, processing	or otherwise marketing such	gas or other substances, provided that
Lessee shall have the continuing right to purchas no such price then prevailing in the same field, the	nen in the nearest field in w	hich there is such a prevailir	ig price) pursuant to compara	ble purchase contracts entered into on
the same or nearest preceding date as the date of more wells on the leased premises or lands pool-	on which Lessee commend	es its purchases hereunder;	and (c) if at the end of the prin	nary term or any time thereafter one or
are waiting on hydraulic fracture stimulation, but s	such well or wells are either	shut-in or production there fr	om is not being sold by Lesse	e, such well or wells shall nevertheless
be deemed to be producing in paying quantities there from is not being sold by Lessee, then Le	for the purpose of maintain	ing this lease. If for a period	of 90 consecutive days such an covered by this lease, such	well or wells are shut-in or production in payment to be made to Lessor or to
Lessor's credit in the depository designated below	w, on or before the end of	said 90-day period and there	after on or before each anniv	ersary of the end of said 90-day period
while the well or wells are shut-in or production to is being sold by Lessee from another well or we	is on the leased premises	or lands pooled therewith, no	shut-in royalty shall be due	until the end of the 90-day period next
following cessation of such operations or producterminate this lease.	tion. Lessee's failure to pr	operly pay shut-in royalty sh	all render Lessee liable for th	e amount due, but shall not operate to
4. All shut-in royalty payments under this !	ease shall be paid or tende	red to Lessor or to Lessor's	credit in <u>at lessor's address</u>	above or its successors, which shall
be Lessor's depository agent for receiving payme draft and such payments or lenders to Lessor or	ints regardless of changes i to the depository by depos	n the ownership of said land. It in the US Malls in a stamp	All payments or tenders may ed envelope addressed to the	be made in currency, or by check or by e depository or to the Lessor at the tast
address known to Lessee shall constitute proper	payment. If the depository	should liquidate or be succe	eded by another institution, o	r for any reason fail or refuse to accept
payment hereunder, Lessor shall, at Lessee's rec 5. Except as provided for in Paragraph 3.				
premises or lands pooled therewith, or if all pro- pursuant to the provisions of Paragraph 6 or the				
nevertheless remain in force if Lessee commenc	es operations for reworking	an existing well or for drilling	g an additional well or for other	erwise obtaining or restoring production
on the leased premises or lands pooled therewill the end of the primary term, or at any time ther				
operations reasonably calculated to obtain or res no cessation of more than 90 consecutive days,				
there is production in paying quantities from the	leased premises or lands p	pooled therewith. After comp	letion of a well capable of pro	ducing in paying quantities hereunder,
Lessee shall drill such additional wells on the lea- to (a) develop the leased premises as to format				
leased premises from uncompensated drainage additional wells except as expressly provided her	by any well or wells located	on other lands not pooled th	erewith. There shall be no co	ovenant to drill exploratory wells or any
Lessee shall have the right but not the	obligation to pool all or any			
depths or zones, and as to any or all substance proper to do so in order to prudently develop or o				
unit formed by such pooling for an oil well which horizontal completion shall not exceed 640 acres	is not a horizontal completi	ion shall not exceed 80 acres	plus a maximum acreage tol	erance of 10%, and for a gas well or a
completion to conform to any well spacing or der	sity pattern that may be pro-	escribed or permitted by any	governmental authority having	jurisdiction to do so. For the purpose
of the foregoing, the terms "oil well" and "gas we prescribed, "oil well" means a well with an initial of	ell" shall have the meanings las-oil ratio of less than 100	s prescribed by applicable lat 1 000 cubic feet per barrel an	w or the appropriate governm d "gas well" means a well with	ental authority, or, if no definition is so an initial gas-oil ratio of 100,000 cubic
feet or more per barrel, based on 24-hour pro-	duction test conducted uni	der normal producing condit	ions using standard lease se	eparator facilities or equivatent testing
equipment; and the term "horizontal completion equipment; and the term "horizontal completion"	means an oil well in which	n the horizontal component of	of the grass completion interv	at in the reservoir exceeds the vertical
component thereof. In exercising its pooling rigit Production, drilling or reworking operations any	hts hereunder, Lessee sha where on a unit which incl	If file of record a written declarate all or any part of the li	aration describing the unit ar	id stating the effective date of pooling.
reworking operations on the leased premises, ex	cept that the production on	which Lessor's royalty is cal	culated shall be that proportion	n of the total unit production which the
net acreage covered by this lease and included Lessee. Pooling in one or more instances shall	not exhaust Lessee's pooli	ng rights hereunder, and Les	see shall have the recurring ri	ght but not the obligation to revise any
unit formed hereunder by expansion or contract	ion or both, either before o	or after commencement of pr	eduction, in order to conform	to the well spacing or density pattern
prescribed or permitted by the governmental aut making such a revision, Lessee shall file of recor	d a written declaration des	cribing the revised unit and s	tating the effective date of rev	rision. To the extent any portion of the
leased premises is included in or excluded from be adjusted accordingly. In the absence of produ	the unit by virtue of such re	vision, the proportion of unit	production on which royalties	are payable hereunder shall thereafter
a written declaration describing the unit and statin	ig the date of termination.	om a unic or upon permaner Pooling hereunder shall not co	onstitute a cross-conveyance	of interests.

7. If Lessor owns less than the full mineral estale in all or any part of the leased premises, the royalties and shut-in royalties payable hereunder for any well on any part of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in such part of the leased premises.

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entilled to shuf-in royalties hereunder, Lessee may pay or lender such shuf-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entilled to shuf-in royalties hereunder, Lessee may pay or lender such shuf-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the Interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferse to satisfy such obligations with respect to the transferred interest, and failure of the transferse to satisfy such obligations with respect to the transferred interest, and failure of the transfer

It Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shul-in royalities shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewilh, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, some analytic production. Lessee may use in such operations, free of cost, any (ass, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in witich Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessoe in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated tands. No well shall be located less than 20 feet from any house or barn now on the leased premises or such other lands during the partin and materials, including well casing, from the leased premises or such other lands during the partin lease premises or such other lands during the lemms of this leases or within a reasonable time thereafter.

11. Lessee's o

time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royaltles and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease. Lessee shall not have any rights to use the surface of the leased premises for drilling or other

16. Notwithstanding anything contained to the contrary in this lease. Lessee shall not have any rights to use the surface of the leased premises for drilling or other

LESSOR (WHETHER ONE OR MORE)

operations.

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good falth negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor

Refugio Rodriguez ACKNOWLEDGMENT STATE OF COUNTY OF nertiwas acknowledged before me on the MARIA MUNOZ PADILLA Notary Public, State of Texas My Commission Expires Notary Public, State of TAX & S Notary's name (printed): s commission expires: October 05, 2011 STATE OF TEXAS COUNTY OF Tarrant This instrument was schooledged before me on the 13th day of June by: Kerngto Kiklyique 2 2008,

MARIA MUNOZ PADILLA Notary Public, State of Texas My Commission Expires October 05, 2011

Notary Public, State of Texas Solution (printed):
Notary's name (printed):
Notary's commission experiences



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

DO NOT DESTROY WARNING - THIS IS PART OF THE OFFICIAL RECORD.

Filed For Registration: 06/27/2008 10:53 AM
Instrument #: D208248527
LSE 3 PGS \$20.00

By:

D208248527

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Printed by: MV